

SOHU.COM INC.
CONDENSED CONSOLIDATED BALANCE SHEETS
(IN THOUSANDS)

| | <u>As of Dec. 31, 2008</u> | <u>As of Dec. 31, 2007</u> |
|---|----------------------------|----------------------------|
| | (Unaudited) | (Audited) |
| ASSETS | | |
| Cash and cash equivalents | \$ 314,425 | \$ 122,706 |
| Accounts receivable, net | 36,869 | 27,058 |
| Prepaid and other current assets | 27,551 | 7,551 |
| Fixed assets, net | 76,237 | 65,027 |
| Goodwill | 55,555 | 55,542 |
| Intangible assets, net | 5,654 | 7,041 |
| Restricted cash | 2,671 | 4,324 |
| Other assets, net | 2,914 | 1,268 |
| | <u>\$ 521,876</u> | <u>\$ 290,517</u> |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | |
| Accounts payable | \$ 4,339 | \$ 2,667 |
| Accrued liabilities to suppliers and agents | 33,054 | 23,741 |
| Receipts in advance and deferred revenue | 31,446 | 14,139 |
| Tax payables | 18,892 | 6,850 |
| Other accrued liabilities | 43,051 | 24,216 |
| Total liabilities | 130,782 | 71,613 |
| Minority interests | 5,148 | 7 |
| Shareholders' equity | 385,946 | 218,897 |
| | <u>\$ 521,876</u> | <u>\$ 290,517</u> |